

Supplementary Information

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Combining Statements - Nonmajor Governmental Funds

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City of Milton-Freewater

Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2004

	Nonmajor Special Revenue <u>Funds</u>	Nonmajor Debt Service <u>Funds</u>	<u>Total</u>
<i>Assets</i>			
Cash	\$237,054	\$129,670	\$366,724
Property taxes receivable	26,383	11,219	37,602
Accounts receivable	<u>-</u>	<u>30,036</u>	<u>30,036</u>
Total assets	<u>\$263,437</u>	<u>\$170,925</u>	<u>\$434,362</u>
<i>Liabilities and Fund Balances</i>			
<i>LIABILITIES:</i>			
Accounts payable	\$ 5,694	\$ 3,637	\$ 9,331
Accrued vacation payable	278	-	278
Accrued wages payable	-	-	-
Accrued interest payable	-	344	344
Deferred revenue	<u>26,382</u>	<u>33,163</u>	<u>59,545</u>
Total liabilities	<u>32,354</u>	<u>37,144</u>	<u>69,498</u>
<i>FUND BALANCES:</i>			
Reserved for debt retirement	-	133,781	133,781
Unreserved and undesignated	<u>231,083</u>	<u>-</u>	<u>231,083</u>
	<u>231,083</u>	<u>133,781</u>	<u>364,864</u>
Total liabilities and fund balances	<u>\$263,437</u>	<u>\$170,925</u>	<u>\$434,362</u>

City of Milton-Freewater

Combining Balance Sheet - Nonmajor Special Revenue Funds

June 30, 2004

	Street Improvement Fund	Senior Disabled Fund	Drug Enforcement Fund	911 Fund	General Urban Renewal Agency Fund	Total
Assets						
Cash	\$ 1,003	\$ 73,883	\$ 9,778	\$ 12,849	\$ 139,541	\$ 237,054
Property taxes receivable	-	-	-	-	26,383	26,383
Accounts receivable	-	-	-	-	-	-
Total assets	<u>\$ 1,003</u>	<u>\$ 73,883</u>	<u>\$ 9,778</u>	<u>\$ 12,849</u>	<u>\$ 165,924</u>	<u>\$ 263,437</u>
Liabilities and Fund Balances						
LIABILITIES:						
Accounts payable	\$ -	\$ 4,000	\$ 77	\$ 1,617	\$ -	\$ 5,694
Accrued vacation payable	-	278	-	-	-	278
Accrued wages payable	-	-	-	-	-	-
Deferred revenue	-	-	-	-	26,382	26,382
Total liabilities	<u>-</u>	<u>4,278</u>	<u>77</u>	<u>1,617</u>	<u>26,382</u>	<u>32,354</u>
FUND BALANCES:						
Unreserved, undesignated	<u>1,003</u>	<u>69,605</u>	<u>9,701</u>	<u>11,232</u>	<u>139,542</u>	<u>231,083</u>
Total liabilities and fund balances	<u>\$ 1,003</u>	<u>\$ 73,883</u>	<u>\$ 9,778</u>	<u>\$ 12,849</u>	<u>\$ 165,924</u>	<u>\$ 263,437</u>

See accompanying notes to financial statements.

City of Milton-Freewater

Combining Balance Sheet - All Debt Service Funds

June 30, 2004

	Debt Service Fund	Special Assessment Fund	Total
<i>Assets</i>			
Cash	\$103,505	\$ 26,165	\$129,670
Property taxes receivable	11,219	-	11,219
Accounts receivable	-	30,036	30,036
Total assets	\$114,724	\$ 56,201	\$170,925
<i>Liabilities and Fund Balances</i>			
<i>LIABILITIES:</i>			
Accrued interest payable	\$ -	\$ 344	\$ 344
Accounts payable	-	3,637	3,637
Deferred revenue	11,996	21,167	33,163
Total liabilities	11,996	25,148	37,144
<i>FUND BALANCES:</i>			
Reserved for debt retirement	102,728	31,053	133,781
Total liabilities and fund balances	\$114,724	\$ 56,201	\$170,925

City of Milton-Freewater

Combining Statement of Revenue, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds

For the year ended
June 30, 2004

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Total
<i>REVENUE:</i>			
Taxes	\$ 326,513	\$ 141,469	\$ 467,982
Intergovernmental	94,160	-	94,160
Licenses and fines	1,730	-	1,730
Interest income	4,313	1,332	5,645
Miscellaneous	8,284	-	8,284
Total revenue	<u>435,000</u>	<u>142,801</u>	<u>577,801</u>
<i>EXPENDITURES:</i>			
Personal services	7,366	-	7,366
Operating	173,960	-	173,960
Debt service: principal	124,939	84,512	209,451
Debt service: interest	68,846	66,838	135,684
Total expenditures	<u>375,111</u>	<u>151,350</u>	<u>526,461</u>
Excess (deficiency) of revenue over (under) expenditures	<u>59,889</u>	<u>(8,549)</u>	<u>51,340</u>
<i>OTHER FINANCING SOURCES (USES):</i>			
Operating transfers in	20,000	-	20,000
Operating transfers out	<u>(74,950)</u>	<u>-</u>	<u>(74,950)</u>
Total other financing	<u>(54,950)</u>	<u>-</u>	<u>(54,950)</u>
Net change in fund balances	4,939	(8,549)	(3,610)
<i>FUND BALANCE - JUNE 30, 2003</i>	<u>226,144</u>	<u>142,330</u>	<u>368,474</u>
<i>FUND BALANCE - JUNE 30, 2004</i>	<u>\$ 231,083</u>	<u>\$ 133,781</u>	<u>\$ 364,864</u>

City of Milton-Freewater

Combining Statement of Revenue, Expenses, and Changes in Fund Equity (GAAP Basis) - Nonmajor Special Revenue Funds

	Street Improvement Fund	Senior Disabled Fund	Drug Enforcement Fund	911 Fund
<i>REVENUE:</i>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	59,950	928	32,605
Licenses and fines	1,730	-	-	-
Interest income	378	780	144	30
Miscellaneous	-	8,284	-	-
Total revenue	<u>2,108</u>	<u>69,014</u>	<u>1,072</u>	<u>32,635</u>
<i>EXPENDITURES:</i>				
Personal services	-	7,366	-	-
Operating	-	51,574	2,277	23,258
Debt service: principal	-	-	-	-
Debt service: interest	-	-	-	-
Total operating expenses	<u>-</u>	<u>58,940</u>	<u>2,277</u>	<u>23,258</u>
Excess (deficiency) of revenue over (under) expenditures	<u>2,108</u>	<u>10,074</u>	<u>(1,205)</u>	<u>9,377</u>
<i>OTHER FINANCING SOURCES (USES):</i>				
Operating transfers in	-	20,000	-	-
Operating transfers out	(74,950)	-	-	-
Total other financing	<u>(74,950)</u>	<u>20,000</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(72,842)	30,074	(1,205)	9,377
<i>FUND BALANCE, JUNE 30, 2003</i>	<u>73,845</u>	<u>39,531</u>	<u>10,906</u>	<u>1,855</u>
<i>FUND BALANCE, JUNE 30, 2004</i>	<u>\$ 1,003</u>	<u>\$ 69,605</u>	<u>\$ 9,701</u>	<u>\$ 11,232</u>

See accompanying notes to financial statements.

**For the year ended
June 30, 2004**

Urban Renewal Agency <u>Fund</u>	<u>Total</u>
\$ 326,513	\$ 326,513
677	94,160
-	1,730
2,981	4,313
-	8,284
<u>330,171</u>	<u>435,000</u>
-	7,366
96,851	173,960
124,939	124,939
68,846	68,846
<u>290,636</u>	<u>375,111</u>
<u>39,535</u>	<u>59,889</u>
-	20,000
-	(74,950)
<u>-</u>	<u>(54,950)</u>
39,535	4,939
<u>100,007</u>	<u>226,144</u>
<u>\$ 139,542</u>	<u>\$ 231,083</u>

City of Milton-Freewater

Statement of Revenue, Expenditures, and Changes in Fund Balances - Debt Service Funds

For the year ended
June 30, 2004

	Debt Service Fund	Special Assessment Fund	Total
<i>REVENUE:</i>			
Taxes/LID assessments	\$ 130,331	\$ 11,138	\$ 141,469
Interest income	954	378	1,332
Total revenue	<u>131,285</u>	<u>11,516</u>	<u>142,801</u>
<i>EXPENDITURES:</i>			
Debt retirement	70,000	14,512	84,512
Interest expense	<u>63,083</u>	<u>3,755</u>	<u>66,838</u>
Total expenditures	<u>133,083</u>	<u>18,267</u>	<u>151,350</u>
Net change in fund balances	(1,798)	(6,751)	(8,549)
<i>FUND BALANCE - JUNE 30, 2003</i>	<u>104,526</u>	<u>37,804</u>	<u>142,330</u>
<i>FUND BALANCE - JUNE 30, 2004</i>	<u><u>\$ 102,728</u></u>	<u><u>\$ 31,053</u></u>	<u><u>\$ 133,781</u></u>

See accompanying notes to financial statements.

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City of Milton-Freewater

Combining Statement of Net Assets - Nonmajor Enterprise Funds

	<u>Solid Waste Fund</u>	<u>Landfill Closure Fund</u>	<u>Golf Course Fund</u>	<u>Total</u>
<i>Assets</i>				
<i>CURRENT ASSETS:</i>				
Cash	\$ 7,734	\$ -	\$ 26,191	\$ 33,925
Inventory	-	-	-	-
Accounts receivable	<u>62,794</u>	<u>-</u>	<u>2,325</u>	<u>65,119</u>
Total current assets	70,528	-	28,516	99,044
<i>RESTRICTED ASSETS:</i>				
Cash held for closure and post-closure	-	64,383	-	64,383
<i>CAPITAL ASSETS LESS DEPRECIATION</i>	<u>105,408</u>	<u>-</u>	<u>543,563</u>	<u>648,971</u>
	<u>\$ 175,936</u>	<u>\$ 64,383</u>	<u>\$ 572,079</u>	<u>\$ 812,398</u>

See accompanying notes to financial statements.

June 30, 2004

	<u>Solid Waste Fund</u>	<u>Landfill Closure Fund</u>	<u>Golf Course Fund</u>	<u>Total</u>
<i>Liabilities and Net Assets</i>				
<i>CURRENT LIABILITIES:</i>				
Accounts payable	\$ 9,356	\$ -	\$ 1,740	\$ 11,096
Accrued vacation payable	7,336	-	7,449	14,785
Accrued wages payable	2,674	-	1,899	4,573
Accrued interest payable	-	-	9,261	9,261
Current portion of long-term debt	-	-	18,374	18,374
Total current liabilities	<u>19,366</u>	<u>-</u>	<u>38,723</u>	<u>58,089</u>
<i>LONG-TERM LIABILITIES:</i>				
Notes payable	-	-	348,006	348,006
Landfill closure liability	-	60,712	-	60,712
Due to other funds	-	-	-	-
Due to Bonneville Power Administration	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total long-term liabilities	-	60,712	348,006	408,718
Less current portion	<u>-</u>	<u>-</u>	<u>18,374</u>	<u>18,374</u>
Total long-term liabilities	<u>-</u>	<u>60,712</u>	<u>329,632</u>	<u>390,344</u>
Total liabilities	<u>\$ 19,366</u>	<u>\$ 60,712</u>	<u>\$ 368,355</u>	<u>\$ 448,433</u>
<i>NET ASSETS:</i>				
Invested in capital assets (net of related debt)	\$ 105,407	\$ -	\$ 195,558	\$ 300,965
Restricted for landfill closure	-	3,671	-	3,671
Unreserved	<u>51,163</u>	<u>-</u>	<u>8,166</u>	<u>59,329</u>
Total net assets	<u>\$ 156,570</u>	<u>\$ 3,671</u>	<u>\$ 203,724</u>	<u>\$ 363,965</u>

City of Milton-Freewater

Combining Statement of Net Assets - Internal Service Funds

	<u>Warehouse</u>	<u>Vehicle Maintenance</u>	<u>Vehicle Replacement</u>
Assets			
<i>CURRENT ASSETS</i>			
Cash	\$ 168,290	\$ 21,637	\$ 259,618
Accounts receivable	-	5,415	-
Inventory	<u>221,099</u>	<u>6,671</u>	<u>-</u>
Total current assets	389,389	33,723	259,618
<i>CAPITAL ASSETS:</i>			
Equipment (net of accumulated depreciation)	<u>-</u>	<u>747</u>	<u>1,113,166</u>
Total assets	<u>\$ 389,389</u>	<u>\$ 34,470</u>	<u>\$1,372,784</u>
Liabilities			
<i>CURRENT LIABILITIES:</i>			
Accounts payable	\$ 7,475	\$ 10,724	\$ 1
Accrued vacation	3,230	6,213	-
Current portion of long-term debt	<u>-</u>	<u>-</u>	<u>33,961</u>
Total current liabilities	<u>10,705</u>	<u>16,937</u>	<u>33,962</u>
<i>LONG-TERM LIABILITIES:</i>			
Notes payable	-	-	241,336
Less current portion	<u>-</u>	<u>-</u>	<u>33,961</u>
Total long-term liabilities	<u>-</u>	<u>-</u>	<u>207,375</u>
Total liabilities	<u>\$ 10,705</u>	<u>\$ 16,937</u>	<u>\$ 241,337</u>
Net Assets			
Net assets unreserved	<u>\$ 378,684</u>	<u>\$ 17,533</u>	<u>\$1,131,447</u>

See accompanying notes to financial statements.

**For the year ended
June 30, 2004**

<u>Sick Leave Liability</u>	<u>Risk Management Fund</u>	<u>Total</u>
\$ 95,729	\$ 66,821	\$ 612,095
-	-	5,415
-	-	227,770
95,729	66,821	845,280
-	-	1,113,913
<u>\$ 95,729</u>	<u>\$ 66,821</u>	<u>\$1,959,193</u>
\$ -	\$ -	\$ 18,200
-	-	9,443
-	-	33,961
-	-	61,604
-	-	241,336
-	-	33,961
-	-	207,375
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 268,979</u>
<u>\$ 95,729</u>	<u>\$ 66,821</u>	<u>\$1,690,214</u>

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City of Milton-Freewater

Combining Statement of Revenue, Expenses, and Changes in Net Assets (GAAP Basis) - Nonmajor Enterprise Funds

For the year ended
June 30, 2004

	Solid Waste Fund	Landfill Closure Fund	Golf Course Fund	Total
<i>OPERATING REVENUE:</i>				
Service sales	\$ 533,539	\$ -	\$ 219,916	\$ 753,455
Miscellaneous	-	-	-	-
Total operating revenue	<u>533,539</u>	<u>-</u>	<u>219,916</u>	<u>753,455</u>
<i>OPERATING EXPENSES:</i>				
Personal services	155,655	-	85,053	240,708
Operating	210,257	9,712	106,460	326,429
Depreciation	1,560	-	6,972	8,532
Total operating expenses	<u>367,472</u>	<u>9,712</u>	<u>198,485</u>	<u>575,669</u>
Operating income (loss)	<u>166,067</u>	<u>(9,712)</u>	<u>21,431</u>	<u>177,786</u>
<i>NONOPERATING REVENUE (EXPENSES):</i>				
Interest income	38	850	644	1,532
Loan interest expense	<u>-</u>	<u>-</u>	<u>(18,582)</u>	<u>(18,582)</u>
Total nonoperating revenue (expenses)	<u>38</u>	<u>850</u>	<u>(17,938)</u>	<u>(17,050)</u>
Income (loss) before operating transfers	<u>166,105</u>	<u>(8,862)</u>	<u>3,493</u>	<u>160,736</u>
<i>OPERATING TRANSFERS:</i>				
Operating transfers in	1,500	-	-	1,500
Operating transfers out	<u>(147,299)</u>	<u>-</u>	<u>(13,554)</u>	<u>(160,853)</u>
Total operating transfers	<u>(145,799)</u>	<u>-</u>	<u>(13,554)</u>	<u>(159,353)</u>
<i>CHANGE IN NET ASSETS</i>	20,306	(8,862)	(10,061)	1,383
<i>NET ASSETS - JUNE 30, 2003</i>	<u>136,264</u>	<u>12,533</u>	<u>213,784</u>	<u>362,581</u>
<i>NET ASSETS - JUNE 30, 2004</i>	<u>\$ 156,570</u>	<u>\$ 3,671</u>	<u>\$ 203,723</u>	<u>\$ 363,964</u>

See accompanying notes to financial statements.

City of Milton-Freewater

Combining Statement of Revenue, Expenses, and Changes in Net Assets (GAAP Basis) - Internal Service Funds

	<u>Warehouse</u>	<u>Vehicle Maintenance</u>	<u>Vehicle Replacement</u>
<i>OPERATING REVENUE:</i>			
Services	\$ 99,246	\$ 62,467	\$ -
Replacement revenue	-	-	146,640
Vehicle rental	-	214,431	-
Miscellaneous	2,122	1,984	-
Total operating revenue	<u>101,368</u>	<u>278,882</u>	<u>146,640</u>
<i>OPERATING EXPENSES:</i>			
Personal services	48,388	137,125	-
Materials and supplies	108,796	124,720	-
Depreciation	-	1,044	99,564
Total operating expenses	<u>157,184</u>	<u>262,889</u>	<u>99,564</u>
Operating income (loss)	<u>(55,816)</u>	<u>15,993</u>	<u>47,076</u>
<i>NONOPERATING INCOME (EXPENSES):</i>			
Interest income	2,201	421	3,259
Loan interest	-	-	(6,616)
Total nonoperating income (loss)	<u>2,201</u>	<u>421</u>	<u>(3,357)</u>
Income (loss) before operating transfers	<u>(53,615)</u>	<u>16,414</u>	<u>43,719</u>
<i>OPERATING TRANSFERS:</i>			
Operating transfers in	60,428	-	-
Operating transfers out	<u>(16,716)</u>	<u>(49,195)</u>	<u>-</u>
Total operating transfers	<u>43,712</u>	<u>(49,195)</u>	<u>-</u>
CHANGE IN NET ASSETS	(9,903)	(32,781)	43,719
NET ASSETS - JUNE 30, 2003	<u>388,587</u>	<u>50,314</u>	<u>1,087,728</u>
NET ASSETS - JUNE 30, 2004	<u>\$ 378,684</u>	<u>\$ 17,533</u>	<u>\$1,131,447</u>

See accompanying notes to financial statements.

**For the year ended
June 30, 2004**

<u>Sick Leave Liability</u>	<u>Risk Management Fund</u>	<u>Total</u>
\$ -	\$ -	\$ 161,713
-	-	146,640
-	-	214,431
-	32,321	36,427
-	32,321	559,211
1,740	-	187,253
-	21,592	255,108
-	-	100,608
1,740	21,592	542,969
(1,740)	10,729	16,242
1,261	988	8,130
-	-	(6,616)
1,261	988	1,514
(479)	11,717	17,756
9,991	-	70,419
-	(20,000)	(85,911)
9,991	(20,000)	(15,492)
9,512	(8,283)	2,264
86,217	75,104	1,687,950
\$ 95,729	\$ 66,821	\$1,690,214

City of Milton-Freewater

Combining Statement of Cash Flows - Nonmajor Enterprise Funds

	<u>Solid Waste Fund</u>	<u>Landfill Closure Fund</u>	<u>Golf Course Fund</u>	<u>Total</u>
<i>Increase (decrease) in cash and restricted cash</i>				
<i>CASH FLOWS FROM OPERATING ACTIVITIES:</i>				
Receipts from customers	\$ 525,118	\$ -	\$ 218,514	\$ 743,632
Payments to suppliers	(209,699)	-	(106,745)	(316,444)
Payments to employees	(153,860)	-	(83,841)	(237,701)
Other receipts	-	-	-	-
Net cash provided by operating activities	<u>161,559</u>	<u>-</u>	<u>27,928</u>	<u>189,487</u>
<i>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</i>				
Operating transfers in	1,500	-	-	1,500
Operating transfers out	<u>(147,299)</u>	<u>-</u>	<u>(13,554)</u>	<u>(160,853)</u>
Net cash used in noncapital financing activities	<u>(145,799)</u>	<u>-</u>	<u>(13,554)</u>	<u>(159,353)</u>
<i>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</i>				
Acquisition of PP&E	(8,852)	-	(1,181)	(10,033)
Loans to other funds	-	-	-	-
Proceeds from loans	-	-	-	-
Principal paid on loans	-	-	(15,262)	(15,262)
Interest paid on loans	<u>-</u>	<u>-</u>	<u>(18,581)</u>	<u>(18,581)</u>
Net cash used in capital and related financing activities	<u>(8,852)</u>	<u>-</u>	<u>(35,024)</u>	<u>(43,876)</u>
<i>CASH FLOWS FROM INVESTING ACTIVITIES:</i>				
Interest from cash and investments	<u>38</u>	<u>850</u>	<u>644</u>	<u>1,532</u>

See accompanying notes to financial statements.

**For the year ended
June 30, 2004**

	<u>Solid Waste Fund</u>	<u>Landfill Closure Fund</u>	<u>Golf Course Fund</u>	<u>Total</u>
<i>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS, RESTRICTED AND UNRESTRICTED CASH</i>	\$ 6,946	\$ 850	\$ (20,006)	\$ (12,210)
<i>CASH AND CASH EQUIVALENTS, RESTRICTED AND UNRESTRICTED CASH AT BEGINNING OF YEAR</i>	<u>788</u>	<u>63,533</u>	<u>46,197</u>	<u>110,518</u>
<i>CASH AND CASH EQUIVALENTS, RESTRICTED AND UNRESTRICTED CASH AT END OF YEAR</i>	<u>\$ 7,734</u>	<u>\$ 64,383</u>	<u>\$ 26,191</u>	<u>\$ 98,308</u>
<i>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</i>				
Operating income (loss)	\$ 166,067	\$ (9,712)	\$ 21,431	\$ 177,786
Adjustments to reconcile operating income to net cash provided by operating activities:				
Intergovernmental revenue	-	-	-	-
Farm lease and miscellaneous income	-	-	-	-
Depreciation	1,560	-	6,972	8,532
Amortization of bond premium	-	-	-	-
(Increase) decrease in accounts receivable	(8,421)	-	(1,402)	(9,823)
Increase (decrease) in accounts payable	558	9,712	(85)	10,185
Increase (decrease) in accrued interest	-	-	(200)	(200)
Increase (decrease) in accrued wages	(11)	-	419	408
Increase (decrease) in accrued vacation	<u>1,806</u>	<u>-</u>	<u>793</u>	<u>2,599</u>
Net cash provided by operating activities	<u>\$ 161,559</u>	<u>\$ -</u>	<u>\$ 27,928</u>	<u>\$ 189,487</u>

City of Milton-Freewater

Combining Statement of Cash Flows - Internal Service Funds

	Warehouse Fund	Vehicle Maintenance Fund	Vehicle Replacement Fund
<i>Increase (decrease) in cash and restricted cash</i>			
<i>CASH FLOWS FROM OPERATING ACTIVITIES:</i>			
Receipts from customers	\$ 101,030	\$ 276,142	\$ 146,640
Payments to suppliers	(104,711)	(122,030)	(88)
Payments to employees	(48,120)	(135,536)	-
Other receipts	2,122	1,984	-
Net cash provided by (used in) operating activities	<u>(49,679)</u>	<u>20,560</u>	<u>146,552</u>
<i>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</i>			
Operating transfers in	60,428	-	-
Operating transfers out	<u>(16,716)</u>	<u>(49,195)</u>	<u>-</u>
Net cash provided by (used in) noncapital financing activities	<u>43,712</u>	<u>(49,195)</u>	<u>-</u>
<i>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</i>			
Proceeds from new loans	-	-	102,350
Principle paid on loan	-	-	(14,514)
Interest paid on borrowing	-	-	(6,616)
Acquisition/cost of retirement of PPE	<u>-</u>	<u>-</u>	<u>(195,348)</u>
Net cash used in capital and related financing activities	<u>-</u>	<u>-</u>	<u>(114,128)</u>
<i>CASH FLOWS FROM INVESTING ACTIVITIES:</i>			
Interest from cash and investments	<u>2,200</u>	<u>421</u>	<u>3,259</u>
<i>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS, RESTRICTED AND UNRESTRICTED CASH</i>	(3,767)	(28,214)	35,683
<i>CASH AND CASH EQUIVALENTS, RESTRICTED AND UNRESTRICTED CASH AT BEGINNING OF YEAR</i>	<u>172,057</u>	<u>49,851</u>	<u>223,935</u>
<i>CASH AND CASH EQUIVALENTS, RESTRICTED AND UNRESTRICTED CASH AT END OF YEAR</i>	<u>\$ 168,290</u>	<u>\$ 21,637</u>	<u>\$ 259,618</u>

See accompanying notes to financial statements.

**For the year ended
June 30, 2004**

<u>Sick Leave Liability</u>	<u>Risk Management Fund</u>	<u>Total</u>
\$ -	\$ 32,321	\$ 556,133
-	(23,932)	(250,761)
(1,740)	-	(185,396)
<u>-</u>	<u>-</u>	<u>4,106</u>
<u>(1,740)</u>	<u>8,389</u>	<u>124,082</u>
9,991	-	70,419
<u>-</u>	<u>(20,000)</u>	<u>(85,911)</u>
<u>9,991</u>	<u>(20,000)</u>	<u>(15,492)</u>
-	-	102,350
-	-	(14,514)
-	-	(6,616)
<u>-</u>	<u>-</u>	<u>(195,348)</u>
<u>-</u>	<u>-</u>	<u>(114,128)</u>
<u>1,261</u>	<u>988</u>	<u>8,129</u>
9,512	(10,623)	2,591
<u>86,217</u>	<u>77,444</u>	<u>609,504</u>
<u>\$ 95,729</u>	<u>\$ 66,821</u>	<u>\$ 612,095</u>

City of Milton-Freewater

Combining Statement of Cash Flows All Internal Service Funds (continued)

	Warehouse <u>Fund</u>	Vehicle Maintenance <u>Fund</u>	Vehicle Replacement <u>Fund</u>
<i>Reconciliation of Operating Income to Net Cash Provided by (Used in) Operating Activities:</i>			
Operating income (loss)	\$ (55,816)	\$ 15,993	\$ 47,076
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:			
Depreciation	-	1,044	99,564
(Increase) decrease in accounts receivable	-	(2,389)	-
(Increase) decrease in inventory	1,784	1,633	-
Increase (decrease) in accounts payable	4,085	2,690	(88)
Increase (decrease) in accrued personal services	<u>268</u>	<u>1,589</u>	<u>-</u>
Net cash provided by (used in) operating activities	<u>\$ (49,679)</u>	<u>\$ 20,560</u>	<u>\$ 146,552</u>

See accompanying notes to financial statements.

**For the year ended
June 30, 2004**

<u>Sick Leave Liability</u>	<u>Risk Management Fund</u>	<u>Total</u>
\$ (1,740)	\$ 10,729	\$ 16,242
-	-	100,608
-	-	(2,389)
-	-	3,417
-	(2,340)	4,347
<u>-</u>	<u>-</u>	<u>1,857</u>
<u><u>\$ (1,740)</u></u>	<u><u>\$ 8,389</u></u>	<u><u>\$ 124,082</u></u>

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Budgetary Comparisons

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Governmental Funds

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City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual (GAAP Basis) - Street Improvement Fund

For the year ended
June 30, 2004

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Land use fees	\$ 5,000	\$ 5,000	\$ 1,730	\$ (3,270)
Intergovernmental	-	-	-	-
Interest income	250	250	378	128
Total revenue	5,250	5,250	2,108	(3,142)
<i>EXPENDITURES:</i>				
Capital outlay	(6,050)	(6,050)	-	6,050
Excess (deficiency) of revenue over (under) expenditures	(800)	(800)	2,108	2,908
<i>OTHER FINANCING (USES):</i>				
Operating transfers out	(75,000)	(75,000)	(74,950)	50
Net change in fund balance	(75,800)	(75,800)	(72,842)	2,958
<i>FUND BALANCE, JUNE 30, 2003</i>	75,800	75,800	73,845	(1,955)
<i>FUND BALANCE, JUNE 30, 2004</i>	\$ -	\$ -	\$ 1,003	\$ 1,003

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Fund Balances - Budget and Actual (GAAP Basis) - Senior/Disabled Transportation Fund

For the year ended
June 30, 2004

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Intergovernmental	\$ 39,500	\$ 39,500	\$ 59,950	\$ 20,450
Senior citizen payments	7,100	7,100	8,274	1,174
Interest income	800	800	780	(20)
Miscellaneous	-	-	10	10
Total revenue	<u>47,400</u>	<u>47,400</u>	<u>69,014</u>	<u>21,614</u>
<i>EXPENDITURES:</i>				
Personal services	9,326	9,326	7,366	1,960
Operating	48,500	48,500	51,574	(3,074)
Contingency	23,714	23,714	-	23,714
Total expenditures	<u>81,540</u>	<u>81,540</u>	<u>58,940</u>	<u>22,600</u>
Excess (deficiency) of revenue over (under) expenditures	(34,140)	(34,140)	10,074	44,214
<i>OTHER FINANCING (USES):</i>				
Operating transfers in	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Net change in fund balance	(14,140)	(14,140)	30,074	44,214
<i>FUND BALANCE, JUNE 30, 2003</i>	<u>14,140</u>	<u>14,140</u>	<u>39,531</u>	<u>25,391</u>
<i>FUND BALANCE, JUNE 30, 2004</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 69,605</u>	<u>\$ 69,605</u>

See accompanying notes to financial statements.

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Fund Balances - Budget and Actual (GAAP Basis) - Drug Enforcement Fund

For the year ended
June 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>REVENUE:</i>				
Intergovernmental	\$ 1,000	\$ 1,000	\$ 928	\$ (72)
Interest income	120	120	144	24
Total revenue	<u>1,120</u>	<u>1,120</u>	<u>1,072</u>	<u>(48)</u>
<i>EXPENDITURES:</i>				
Operating	5,100	5,100	2,277	2,823
Capital outlay	<u>4,620</u>	<u>4,620</u>	<u>-</u>	<u>4,620</u>
Total expenditures	<u>9,720</u>	<u>9,720</u>	<u>2,277</u>	<u>7,443</u>
Net change in fund balance	(8,600)	(8,600)	(1,205)	7,395
<i>FUND BALANCE, JUNE 30, 2003</i>	<u>8,600</u>	<u>8,600</u>	<u>10,906</u>	<u>2,306</u>
<i>FUND BALANCE, JUNE 30, 2004</i>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 9,701</u></u>	<u><u>\$ 9,701</u></u>

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Fund Balances - Budget and Actual (GAAP Basis) - 911 Fund

For the year ended
June 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Intergovernmental	\$ 27,814	\$ 27,814	\$ 32,605	\$ 4,791
Interest income	-	-	30	30
Total revenue	<u>27,814</u>	<u>27,814</u>	<u>32,635</u>	<u>4,821</u>
<i>EXPENDITURES:</i>				
Operating	<u>30,090</u>	<u>30,090</u>	<u>23,258</u>	<u>6,832</u>
Net change in fund balance	(2,276)	(2,276)	9,377	11,653
<i>FUND BALANCE, JUNE 30, 2003</i>	<u>2,276</u>	<u>2,276</u>	<u>1,855</u>	<u>(421)</u>
<i>FUND BALANCE, JUNE 30, 2004</i>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 11,232</u></u>	<u><u>\$ 11,232</u></u>

See accompanying notes to financial statements.

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Fund Balances -

Budget and Actual (GAAP Basis) -

Urban Renewal Agency Fund (a Blended Component Unit)

For the year ended
June 30, 2004

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Tax increment	\$289,760	\$289,760	\$326,513	\$ 36,753
Intergovernmental	5,000	5,000	677	(4,323)
Interest income	3,800	3,800	2,981	(819)
Total revenue	<u>298,560</u>	<u>298,560</u>	<u>330,171</u>	<u>31,611</u>
<i>EXPENDITURES:</i>				
Operating	180,095	180,095	96,851	83,244
Debt service	186,697	186,697	193,785	(7,088)
Contingency	38,348	38,348	-	38,348
Total expenditures	<u>405,140</u>	<u>405,140</u>	<u>290,636</u>	<u>114,504</u>
Net change in fund balance	(106,580)	(106,580)	39,535	146,115
<i>FUND BALANCE, JUNE 30, 2003</i>	<u>106,580</u>	<u>106,580</u>	<u>100,007</u>	<u>(6,573)</u>
<i>FUND BALANCE, JUNE 30, 2004</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$139,542</u>	<u>\$139,542</u>

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Debt Service Funds

City of Milton-Freewater

Schedule of Revenue, Expenses, and Changes in Fund Balances - Budget and Actual (GAAP Basis) Debt Service Fund

For the year ended
June 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Taxes	\$ 116,460	\$ 116,460	\$ 130,331	\$ 13,871
Interest income	1,100	1,100	954	(146)
Total revenue	<u>117,560</u>	<u>117,560</u>	<u>131,285</u>	<u>13,725</u>
<i>EXPENDITURES:</i>				
Bond retirement	70,000	70,000	70,000	-
Interest expense	63,082	63,082	63,083	(1)
Reserves and contingencies	100,898	100,898	-	100,898
Total expenditures	<u>233,980</u>	<u>233,980</u>	<u>133,083</u>	<u>100,897</u>
 Net change in fund balance	 (116,420)	 (116,420)	 (1,798)	 114,622
 <i>FUND BALANCE - JUNE 30, 2003</i>	 <u>116,420</u>	 <u>116,420</u>	 <u>104,526</u>	 <u>(11,894)</u>
 <i>FUND BALANCE - JUNE 30, 2004</i>	 <u><u>\$ -</u></u>	 <u><u>\$ -</u></u>	 <u><u>\$ 102,728</u></u>	 <u><u>\$ 102,728</u></u>

See accompanying notes to financial statements.

City of Milton-Freewater

Schedule of Revenue, Expenses, and Changes in Fund Balances - Budget and Actual (GAAP Basis) Unbonded Assessment Fund

For the year ended
June 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Special assessments	\$ 12,070	\$ 12,070	\$ 11,138	\$ (932)
Interest income	960	960	378	(582)
Total revenue	<u>13,030</u>	<u>13,030</u>	<u>11,516</u>	<u>(1,514)</u>
<i>EXPENDITURES:</i>				
Loan principle	14,372	14,372	14,512	(140)
Loan interest	4,474	4,474	3,755	719
Reserves and contingencies	32,604	32,604	-	32,604
Total expenditures	<u>51,450</u>	<u>51,450</u>	<u>18,267</u>	<u>33,183</u>
 Net change in fund balance	 (38,420)	 (38,420)	 (6,751)	 31,669
 <i>FUND BALANCE - JUNE 30, 2003</i>	 <u>38,420</u>	 <u>38,420</u>	 <u>37,804</u>	 <u>(616)</u>
 <i>FUND BALANCE - JUNE 30, 2004</i>	 <u><u>\$ -</u></u>	 <u><u>\$ -</u></u>	 <u><u>\$ 31,053</u></u>	 <u><u>\$ 31,053</u></u>

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Proprietary Funds

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City of Milton-Freewater

Schedule of Revenue, Expenditures and Changes in Working Capital - Budget and Actual (Non-GAAP Budgetary Basis) Electric Fund

For the year ended
June 30, 2004

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Surplus power sales	\$1,614,622	\$1,614,622	\$1,598,825	\$ (15,797)
Services	5,630,252	5,630,252	5,481,490	(148,762)
Merchandising	20,000	20,000	10,389	(9,611)
Interest income	25,343	25,343	6,813	(18,530)
Miscellaneous	72,048	72,048	81,754	9,706
Total revenue	<u>7,362,265</u>	<u>7,362,265</u>	<u>7,179,271</u>	<u>(182,994)</u>
<i>OPERATING TRANSFERS IN</i>	<u>127,492</u>	<u>127,492</u>	<u>106,389</u>	<u>21,103</u>
Total revenue and transfers in	<u>7,489,757</u>	<u>7,489,757</u>	<u>7,285,660</u>	<u>(204,097)</u>
<i>EXPENDITURES:</i>				
Personal services	629,071	629,071	487,402	141,669
Operating	778,539	778,539	665,547	112,992
Purchased power	5,068,823	5,068,823	4,832,044	236,779
Capital outlay	706,968	706,968	804,998	(98,030)
Interfund transfers	713,468	713,468	715,744	(2,276)
Contingency and reserves	345,281	345,281	-	345,281
Total expenditures	<u>8,242,150</u>	<u>8,242,150</u>	<u>7,505,735</u>	<u>736,415</u>
Excess (deficiency) of revenue over (under) expenditures	(752,393)	(752,393)	(220,075)	532,318
<i>WORKING CAPITAL - JUNE 30, 2003</i>	<u>752,393</u>	<u>752,393</u>	<u>891,749</u>	<u>139,356</u>
<i>WORKING CAPITAL - JUNE 30, 2004</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 671,674</u>	<u>\$ 671,674</u>

Note: This schedule is prepared in accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*. It is prepared on the modified accrual basis of accounting.

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Working Capital - Budget and Actual (Non-GAAP Budgetary Basis) Electric Capital Replacement Reserve Fund

For the year ended
June 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>REVENUE:</i>				
Interest income	\$ 22,000	\$ 22,000	\$ 11,546	\$ (10,454)
Interfund transfers	-	-	-	-
Total revenue	<u>22,000</u>	<u>22,000</u>	<u>11,546</u>	<u>(10,454)</u>
<i>EXPENDITURES:</i>				
Capital outlay	<u>891,735</u>	<u>891,735</u>	<u>-</u>	<u>891,735</u>
Excess (deficiency) of revenue over (under) expenditures	(869,735)	(869,735)	11,546	881,281
<i>WORKING CAPITAL - JUNE 30, 2003</i>	<u>869,735</u>	<u>869,735</u>	<u>863,126</u>	<u>(6,609)</u>
<i>WORKING CAPITAL - JUNE 30, 2004</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 874,672</u>	<u>\$ 874,672</u>

Note: This schedule is prepared in accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*. It is prepared on the modified accrual basis of accounting.

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Working Capital - Budget and Actual (Non-GAAP Budgetary Basis) Electric Operating and Maintenance Fund

For the year ended
June 30, 2004

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Interest income	\$ 39,500	\$ 39,500	\$ 25,580	\$ (13,920)
Interfund transfers	-	-	-	-
Total revenue	<u>39,500</u>	<u>39,500</u>	<u>25,580</u>	<u>(13,920)</u>
<i>EXPENDITURES:</i>				
Interfund transfers	100,000	100,000	100,000	-
Capital outlay	<u>1,916,232</u>	<u>1,916,232</u>	<u>-</u>	<u>1,916,232</u>
	<u>2,016,232</u>	<u>2,016,232</u>	<u>100,000</u>	<u>1,916,232</u>
Excess (deficiency) of revenue over (under) expenditures	(1,976,732)	(1,976,732)	(74,420)	1,902,312
<i>WORKING CAPITAL - JUNE 30, 2003</i>	<u>1,976,732</u>	<u>1,976,732</u>	<u>1,971,050</u>	<u>(5,682)</u>
<i>WORKING CAPITAL - JUNE 30, 2004</i>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$1,896,630</u></u>	<u><u>\$1,896,630</u></u>

Note: This schedule is prepared in accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*. It is prepared on the modified accrual basis of accounting.

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Working Capital - Budget and Actual (Non-GAAP Budgetary Basis) Water Fund

For the year ended
June 30, 2004

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Services	\$ 929,250	\$ 929,250	\$ 902,065	\$ (27,185)
Water meter sales	3,000	3,000	3,911	911
System development charges	5,700	5,700	10,440	4,740
Merchandising	1,000	1,000	382	(618)
Interest income	5,500	5,500	2,086	(3,414)
Miscellaneous	500	500	384	(116)
Interfund loans	-	-	-	-
Total revenue	<u>944,950</u>	<u>944,950</u>	<u>919,268</u>	<u>(25,682)</u>
<i>EXPENDITURES:</i>				
Personal services	162,917	162,917	110,676	52,241
Operating	231,289	231,289	224,410	6,879
Capital outlay	68,333	68,333	32,193	36,140
Debt service	139,003	139,003	183,706	(44,703)
Interfund transfers	371,742	371,742	371,742	-
Contingency and reserves	34,159	34,159	-	34,159
Total expenditures	<u>1,007,443</u>	<u>1,007,443</u>	<u>922,727</u>	<u>84,716</u>
Excess (deficiency) of revenue over (under) expenditures	(62,493)	(62,493)	(3,459)	59,034
<i>WORKING CAPITAL - JUNE 30, 2003</i>	<u>62,493</u>	<u>62,493</u>	<u>82,763</u>	<u>20,270</u>
<i>WORKING CAPITAL - JUNE 30, 2004</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 79,304</u>	<u>\$ 79,304</u>

Note: This schedule is prepared in accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*. It is prepared on the modified accrual basis of accounting.

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Working Capital - Budget and Actual (Non-GAAP Budgetary Basis) Sewer Fund

For the year ended
June 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Intergovernmental	\$ 16,680	\$ 16,680	\$ 10,939	\$ (5,741)
Services	841,000	841,000	833,904	(7,096)
Farm income	54,000	54,000	40,948	(13,052)
Interest income	1,000	1,000	1,768	768
Miscellaneous	5,700	5,700	1,184	(4,516)
Total revenue	<u>918,380</u>	<u>918,380</u>	<u>888,743</u>	<u>(29,637)</u>
<i>EXPENDITURES:</i>				
Personal services	192,817	192,817	181,216	11,601
Operating	227,280	227,280	222,796	4,484
Debt service	26,340	26,340	26,558	(218)
Interfund transfers	413,016	413,016	413,016	-
Capital outlay	12,000	12,000	12,000	-
Contingency and reserves	72,288	72,288	-	72,288
Total expenditures	<u>943,741</u>	<u>943,741</u>	<u>855,586</u>	<u>88,155</u>
Excess (deficiency) of revenue over (under) expenditures	(25,361)	(25,361)	33,157	58,518
<i>WORKING CAPITAL - JUNE 30, 2003</i>	<u>25,361</u>	<u>25,361</u>	<u>153,392</u>	<u>128,031</u>
<i>WORKING CAPITAL - JUNE 30, 2004</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 186,549</u>	<u>\$ 186,549</u>

Note: This schedule is prepared in accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*. It is prepared on the modified accrual basis of accounting.

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Working Capital - Budget and Actual (Non-GAAP Budgetary Basis) Sewer Improvement Fund

For the year ended
June 30, 2004

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
System development charges	4,950	4,950	10,230	5,280
Interest income	7,500	7,500	5,120	(2,380)
Total revenue	<u>12,450</u>	<u>12,450</u>	<u>15,350</u>	<u>2,900</u>
<i>OPERATING TRANSFERS IN</i>	<u>115,000</u>	<u>115,000</u>	<u>115,000</u>	<u>-</u>
Total revenue and transfers in	<u>127,450</u>	<u>127,450</u>	<u>130,350</u>	<u>2,900</u>
<i>EXPENDITURES:</i>				
Capital outlay	(88,522)	-	84,341	(84,341)
Debt service	190,309	190,309	181,493	8,816
Contingency	603,028	514,506	-	514,506
Total expenditures	<u>704,815</u>	<u>704,815</u>	<u>265,834</u>	<u>438,981</u>
Excess (deficiency) of revenue and transfers in over (under) expenditures	(577,365)	(577,365)	(135,484)	441,881
<i>WORKING CAPITAL - JUNE 30, 2003</i>	<u>577,365</u>	<u>577,365</u>	<u>487,982</u>	<u>(89,383)</u>
<i>WORKING CAPITAL - JUNE 30, 2004</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 352,498</u>	<u>\$ 352,498</u>

Note: This schedule is prepared in accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*. It is prepared on the modified accrual basis of accounting.

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Working Capital - Budget and Actual (Non-GAAP Budgetary Basis) Solid Waste Fund

For the year ended
June 30, 2004

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Collection fees	\$ 446,350	\$ 446,350	\$ 444,624	\$ (1,726)
Landfill fees	31,640	31,640	37,489	5,849
Drop box	42,940	42,940	51,426	8,486
Interest income	1,000	1,000	38	(962)
Total revenue	521,930	521,930	533,577	11,647
<i>OPERATING TRANSFERS IN</i>	1,500	1,500	1,500	-
Total revenue and transfers in	523,430	523,430	535,077	11,647
<i>EXPENDITURES:</i>				
Personal services	166,721	166,721	155,655	11,066
Operating	203,562	203,562	210,257	(6,695)
Capital outlay	11,000	11,000	8,852	2,148
Interfund transfer	160,653	160,653	147,299	13,354
Contingency and reserves	95,971	95,971	-	95,971
Total expenditures	637,907	637,907	522,063	115,844
Excess (deficiency) of revenue and transfers in over (under) expenditures	(114,477)	(114,477)	13,014	127,491
<i>WORKING CAPITAL - JUNE 30, 2003</i>	114,477	114,477	38,150	(76,327)
<i>WORKING CAPITAL - JUNE 30, 2004</i>	\$ -	\$ -	\$ 51,164	\$ 51,164

Note: This schedule is prepared in accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*. It is prepared on the modified accrual basis of accounting.

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Working Capital - Budget and Actual (Non-GAAP Budgetary Basis) Landfill Closure Fund

For the year ended
June 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>REVENUE:</i>				
Interest income	\$ 1,500	\$ 1,500	\$ 850	\$ (650)
Total revenue	<u>1,500</u>	<u>1,500</u>	<u>850</u>	<u>(650)</u>
<i>EXPENDITURES:</i>				
Landfill closure expenses	<u>80,490</u>	<u>80,490</u>	<u>9,712</u>	<u>70,778</u>
Total expenditures	<u>80,490</u>	<u>80,490</u>	<u>9,712</u>	<u>70,778</u>
Excess (deficiency) of revenue over (under) expenditures	(78,990)	(78,990)	(8,862)	70,128
<i>WORKING CAPITAL - JUNE 30, 2003</i>	<u>78,990</u>	<u>78,990</u>	<u>12,533</u>	<u>(66,457)</u>
<i>WORKING CAPITAL - JUNE 30, 2004</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,671</u>	<u>\$ 3,671</u>

Note: This schedule is prepared in accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*. It is prepared on the modified accrual basis of accounting.

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Working Capital - Budget and Actual (Non-GAAP Budgetary Basis) Golf Course Fund

For the year ended
June 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>REVENUE:</i>				
Golf course fees and services	\$ 229,450	\$ 229,450	\$ 219,916	\$ (9,534)
Interest income	1,000	1,000	644	(356)
Total revenue	<u>230,450</u>	<u>230,450</u>	<u>220,560</u>	<u>(9,890)</u>
<i>EXPENDITURES:</i>				
Personal services	91,794	91,794	85,053	6,741
Operating	105,015	105,015	106,460	(1,445)
Debt service	34,043	34,043	33,844	199
Interfund transfers	13,554	13,554	13,554	-
Capital outlay	2,500	2,500	1,181	1,319
Contingency	17,382	17,382	-	17,382
Total expenditures	<u>264,288</u>	<u>264,288</u>	<u>240,092</u>	<u>24,196</u>
Excess (deficiency) of revenue and transfers in over (under) expenditures	(33,838)	(33,838)	(19,532)	14,306
<i>WORKING CAPITAL - JUNE 30, 2003</i>	<u>33,838</u>	<u>33,838</u>	<u>27,697</u>	<u>(6,141)</u>
<i>WORKING CAPITAL - JUNE 30, 2004</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,165</u>	<u>\$ 8,165</u>

Note: This schedule is prepared in accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*. It is prepared on the modified accrual basis of accounting.

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Working Capital - Budget and Actual (Non-GAAP Budgetary Basis) Warehouse Fund

For the year ended
June 30, 2004

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Services	\$ 118,300	\$ 118,300	\$ 99,246	\$ (19,054)
Interest income	4,000	4,000	2,201	(1,799)
Miscellaneous	1,500	1,500	2,122	622
Total revenue	<u>123,800</u>	<u>123,800</u>	<u>103,569</u>	<u>(20,231)</u>
<i>OPERATING TRANSFERS IN</i>	<u>61,545</u>	<u>61,545</u>	<u>60,428</u>	<u>(1,117)</u>
Total revenue and operating transfers in	<u>185,345</u>	<u>185,345</u>	<u>163,997</u>	<u>(21,348)</u>
<i>EXPENDITURES:</i>				
Personal services	51,365	51,365	48,388	2,977
Operating	124,089	124,089	108,796	15,293
Interfund transfers	16,716	16,716	16,716	-
Contingency and reserves	407,832	407,832	-	407,832
Total expenditures	<u>600,002</u>	<u>600,002</u>	<u>173,900</u>	<u>426,102</u>
Excess (deficiency) of revenue and transfers in over (under) expenditures	(414,657)	(414,657)	(9,903)	404,754
<i>WORKING CAPITAL - JUNE 30, 2003</i>	<u>414,657</u>	<u>414,657</u>	<u>388,587</u>	<u>(26,070)</u>
<i>WORKING CAPITAL - JUNE 30, 2004</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 378,684</u>	<u>\$ 378,684</u>

Note: This schedule is prepared in accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*. It is prepared on the modified accrual basis of accounting.

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Working Capital - Budget and Actual (Non-GAAP Budgetary Basis) Vehicle Maintenance Fund

For the year ended
June 30, 2004

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Vehicle rental	\$ 226,200	\$ 226,200	\$ 214,431	\$ (11,769)
Services	74,811	74,811	62,467	(12,344)
Interest income	500	500	421	(79)
Miscellaneous	3,000	3,000	1,984	(1,016)
Total revenue	<u>304,511</u>	<u>304,511</u>	<u>279,303</u>	<u>(25,208)</u>
<i>EXPENDITURES:</i>				
Personal services	154,698	154,698	137,125	17,573
Operating	131,450	131,450	124,720	6,730
Interfund transfers	49,195	49,195	49,195	-
Contingency and reserves	26,198	26,198	-	26,198
Total expenditures	<u>361,541</u>	<u>361,541</u>	<u>311,040</u>	<u>50,501</u>
Excess (deficiency) of revenue over (under) expenditures	(57,030)	(57,030)	(31,737)	25,293
<i>WORKING CAPITAL - JUNE 30, 2003</i>	<u>57,030</u>	<u>57,030</u>	<u>51,358</u>	<u>(5,672)</u>
<i>WORKING CAPITAL - JUNE 30, 2004</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,621</u>	<u>\$ 19,621</u>

Note: This schedule is prepared in accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*. It is prepared on the modified accrual basis of accounting.

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Working Capital - Budget and Actual (Non-GAAP Budgetary Basis) Vehicle Replacement Fund

For the year ended
June 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>REVENUE:</i>				
Replacement fees	\$ 146,648	\$ 146,648	\$ 146,640	\$ (8)
Sale of used vehicles	1,500	1,500	-	(1,500)
Loan proceeds	-	-	102,350	102,350
Interest	4,000	4,000	3,259	(741)
Total revenue	<u>152,148</u>	<u>152,148</u>	<u>252,249</u>	<u>100,101</u>
<i>EXPENDITURES:</i>				
Capital outlay	181,100	181,100	195,347	(14,247)
Debt Service	21,129	21,129	21,130	(1)
Reserves	215,082	215,082	-	215,082
Total expenditures	<u>417,311</u>	<u>417,311</u>	<u>216,477</u>	<u>200,834</u>
Excess (deficiency) of revenue over (under) expenditures	(265,163)	(265,163)	35,772	300,935
<i>WORKING CAPITAL - JUNE 30, 2003</i>	<u>265,163</u>	<u>265,163</u>	<u>223,846</u>	<u>(41,317)</u>
<i>WORKING CAPITAL - JUNE 30, 2004</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 259,618</u>	<u>\$ 259,618</u>

Note: This schedule is prepared in accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*. It is prepared on the modified accrual basis of accounting.

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Working Capital - Budget and Actual (Non-GAAP Budgetary Basis) Sick Leave Liability Fund

For the year ended
June 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>REVENUE:</i>				
Interest	\$ 1,800	\$ 1,800	\$ 1,261	\$ (539)
<i>OPERATING TRANSFERS IN</i>	<u>9,991</u>	<u>9,991</u>	<u>9,991</u>	<u>-</u>
Total revenue and transfers in	<u>11,791</u>	<u>11,791</u>	<u>11,252</u>	<u>(539)</u>
<i>EXPENDITURES:</i>				
Personal services	62,873	62,873	1,740	61,133
Contingency	<u>29,168</u>	<u>29,168</u>	<u>-</u>	<u>29,168</u>
Total expenditures	<u>92,041</u>	<u>92,041</u>	<u>1,740</u>	<u>90,301</u>
Excess (deficiency) of revenue and transfers in over (under) expenditures	(80,250)	(80,250)	9,512	89,762
<i>WORKING CAPITAL - JUNE 30, 2003</i>	<u>80,250</u>	<u>80,250</u>	<u>86,217</u>	<u>5,967</u>
<i>WORKING CAPITAL - JUNE 30, 2004</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 95,729</u>	<u>\$ 95,729</u>

Note: This schedule is prepared in accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*. It is prepared on the modified accrual basis of accounting.

City of Milton-Freewater

Schedule of Revenue, Expenditures, and Changes in Working Capital - Budget and Actual (Non-GAAP Budgetary Basis) Risk Management Fund

For the year ended
June 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Insurance reimbursements	\$ -	\$ -	\$ 32,321	\$ 32,321
Interest income	1,500	1,500	988	(512)
Total revenue	<u>1,500</u>	<u>1,500</u>	<u>33,309</u>	<u>31,809</u>
<i>EXPENDITURES:</i>				
Operating	49,700	49,700	21,592	28,108
Interfund transfers	20,000	20,000	20,000	-
Total expenditures	<u>69,700</u>	<u>69,700</u>	<u>41,592</u>	<u>28,108</u>
Excess (deficiency) of revenue over (under) expenditures	(68,200)	(68,200)	(8,283)	59,917
<i>WORKING CAPITAL - JUNE 30, 2003</i>	<u>68,200</u>	<u>68,200</u>	<u>75,104</u>	<u>6,904</u>
<i>WORKING CAPITAL - JUNE 30, 2004</i>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 66,821</u></u>	<u><u>\$ 66,821</u></u>

Note: This schedule is prepared in accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*. It is prepared on the modified accrual basis of accounting.

Capital Assets Used in Operation of Governmental Funds

City of Milton-Freewater

Schedule of Capital Assets Used in Governmental Funds - By Source

June 30, 2004

CAPITAL ASSETS:

Land	\$ 307,290
Buildings	3,213,355
Machinery and mobile equipment	400,738
Furniture and fixtures	284,919
Equipment and machinery	789,262
Infrastructure	<u>1,284,826</u>
Total capital assets	<u><u>\$6,280,390</u></u>

INVESTMENT IN CAPITAL ASSETS BY SOURCE:

General fund revenue	\$1,841,763
Gifts	2,415,907
Intergovernmental revenue	140,463
Bond proceeds	<u>1,882,257</u>
Total investment in capital assets	<u><u>\$6,280,390</u></u>

City of Milton-Freewater

Schedule of Capital Assets Used in Governmental Funds - By Function and Activity

June 30, 2004

	<u>Total</u>	<u>Land</u>	<u>Buildings</u>	<u>Machinery and Mobile Equipment</u>	<u>Furniture and Fixtures</u>	<u>Equipment</u>	<u>Infrastructure</u>
<i>GENERAL GOVERNMENT:</i>							
Management	\$ 45,385	\$ -	\$ 13,024	\$ 2,216	\$ 12,657	\$ 17,488	\$ -
Finance	236,970	-	-	17,900	4,216	214,854	-
General	169,336	99,906	24,900	-	9,018	35,512	-
Total general government	<u>451,691</u>	<u>99,906</u>	<u>37,924</u>	<u>20,116</u>	<u>25,891</u>	<u>267,854</u>	<u>-</u>
<i>PUBLIC SAFETY:</i>							
Police	330,700	4,675	23,767	81,640	11,139	209,479	-
Fire	605,835	-	186,845	288,975	-	130,015	-
Total public safety	<u>936,535</u>	<u>4,675</u>	<u>210,612</u>	<u>370,615</u>	<u>11,139</u>	<u>339,494</u>	<u>-</u>
<i>PUBLIC WORKS</i>	<u>1,690,211</u>	<u>26,482</u>	<u>219,176</u>	<u>7,229</u>	<u>9,324</u>	<u>143,174</u>	<u>1,284,826</u>
<i>CULTURE AND RECREATION</i>	<u>3,201,953</u>	<u>176,227</u>	<u>2,745,643</u>	<u>2,778</u>	<u>238,565</u>	<u>38,740</u>	<u>-</u>
<i>TOTAL CAPITAL ASSETS</i>	<u>\$6,280,390</u>	<u>\$ 307,290</u>	<u>\$3,213,355</u>	<u>\$ 400,738</u>	<u>\$ 284,919</u>	<u>\$ 789,262</u>	<u>\$1,284,826</u>

See accompanying notes to financial statements.

City of Milton-Freewater

Schedule of Changes in Capital Assets Used in Governmental Funds - By Function and Activity

June 30, 2004

	<u>Beginning</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending</u>
<i>GENERAL GOVERNMENT:</i>				
Management	\$ 45,384	\$ -	\$ -	\$ 45,384
Finance	231,652	5,319	-	236,971
General	162,309	4,495	-	166,804
Total general government	<u>439,345</u>	<u>9,814</u>	<u>-</u>	<u>449,159</u>
<i>PUBLIC SAFETY:</i>				
Police	330,700	-	-	330,700
Fire	605,835	-	-	605,835
Total public safety	<u>936,535</u>	<u>-</u>	<u>-</u>	<u>936,535</u>
<i>PUBLIC WORKS</i>	<u>1,549,748</u>	<u>140,463</u>	<u>-</u>	<u>1,690,211</u>
<i>CULTURE AND RECREATION</i>	<u>3,163,553</u>	<u>40,932</u>	<u>-</u>	<u>3,204,485</u>
<i>TOTAL CAPITAL ASSETS</i>	<u>\$ 6,089,181</u>	<u>\$ 191,209</u>	<u>\$ -</u>	<u>\$ 6,280,390</u>

See accompanying notes to financial statements.

Other Financial Schedules

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City of Milton-Freewater

For the year ended
June 30, 2004

Schedule of Property Tax Transactions

<u>Tax Year</u>	<u>2003-2004 Levy and Uncollected July 1, 2003</u>	<u>Collected Interest</u>	<u>Discounts and Adjustments</u>	<u>Remittance</u>	<u>Uncollected Taxes June 30, 2004</u>
2003-2004	\$ 811,484	\$ 172	\$ (22,720)	\$ 770,808	\$ 40,676
2002-2003	31,467	676	(1,126)	14,681	16,786
2001-2002	16,093	724	(60)	7,033	9,060
2000-2001	11,132	890	(84)	6,201	4,931
1999-2000	4,962	837	(39)	4,204	758
1998-1999	826	94	(22)	372	454
1997-1998	176	41	(18)	140	36
1996-1997	(375)	9	(9)	29	(404)
1995-1996	(331)	4	(8)	14	(345)
1994-1995	(266)	2	(5)	4	(270)
1993-1994	29	4	(4)	8	21
Prior years	222	20	(27)	49	173
Total	<u>\$ 875,419</u>	<u>\$ 3,473</u>	<u>\$ (24,122)</u>	<u>\$ 803,543</u>	<u>\$ 71,876</u>

Transactions with County Treasurer:

Cash with County Treasurer, July 1, 2003	\$ -
Add:	
Current tax collected	\$ 775,562
Delinquent tax collected	27,981
	<u>803,543</u>
Interest collected	<u>3,473</u>
	807,016
Less remittance to City Treasurer	<u>(807,016)</u>
Cash with County Treasurer, June 30, 2004	<u>\$ -</u>

City of Milton-Freewater

Schedule of Bond and Interest Retirement Requirements

For the year ended
June 30, 2004

<u>Tax Year</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Principle Requirements</u>	<u>Interest Requirements</u>	<u>Total Requirements</u>
FIRE EQUIPMENT (Issued 10/1/89 - Interest payable April and October.)					
2004-2005	7.25%	10/1/2004	<u>\$ 10,000</u>	<u>\$ 362</u>	<u>\$ 10,362</u>
Total issued			<u>\$ 10,000</u>	<u>\$ 362</u>	<u>\$ 10,362</u>
Recap of bonds payable					
General obligation bonds:					
Fire Equipment 1989			<u>\$ 10,000</u>		
Total unmatured bonds payable as above				<u>\$ 10,000</u>	

See accompanying notes to financial statements.

City of Milton-Freewater

Schedule of Bond and Interest Retirement Requirements (continued)

For the year ended
June 30, 2004

<u>Tax Year</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Principle Requirements</u>	<u>Interest Requirements</u>	<u>Total Requirements</u>
FAMILY AQUATIC CENTER (Issued 8/1/95 - Interest payable February and August.)					
2004-2005	5.10%	8/1/2004	\$ 65,000	\$ 58,838	\$ 123,838
2005-2006	5.10%	8/1/2005	70,000	55,395	125,395
2006-2007	5.10%	8/1/2006	70,000	51,825	121,825
2007-2008	5.20%	8/1/2007	75,000	48,090	123,090
2008-2009	5.30%	8/1/2008	80,000	44,020	124,020
2009-2010	5.40%	8/1/2009	85,000	39,605	124,605
2010-2011	5.50%	8/1/2010	90,000	34,835	124,835
2011-2012	5.60%	8/1/2011	100,000	29,560	129,560
2012-2013	5.70%	8/1/2012	105,000	23,768	128,768
2013-2014	5.80%	8/1/2013	110,000	17,585	127,585
2014-2015	5.85%	8/1/2014	120,000	10,885	130,885
2015-2016	5.90%	8/1/2015	125,000	3,688	128,688
Total issued			<u>\$1,095,000</u>	<u>\$ 418,094</u>	<u>\$1,513,094</u>
Recap of bonds payable					
General obligation bonds:					
Family Aquatic Center 1995			<u>\$1,095,000</u>		
Total unmatured bonds payable as above				<u>\$1,095,000</u>	

City of Milton-Freewater

Schedule of Bond and Interest Retirement Requirements (continued)

For the year ended
June 30, 2004

<u>Tax Year</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Principle Requirements</u>	<u>Interest Requirements</u>	<u>Total Requirements</u>
WATER SYSTEM (Issued 5/1/93 - Interest payable May and November.)					
2004-2005	5.70%	5/1/2005	\$ 25,000	\$ 15,675	\$ 40,675
2005-2006	5.70%	5/1/2006	25,000	14,250	39,250
2006-2007	5.70%	5/1/2007	25,000	12,825	37,825
2007-2008	5.70%	5/1/2008	30,000	11,400	41,400
2008-2009	5.70%	5/1/2009	30,000	9,690	39,690
2009-2010	5.70%	5/1/2010	30,000	7,980	37,980
2010-2011	5.70%	5/1/2011	35,000	6,270	41,270
2011-2012	5.70%	5/1/2012	35,000	4,275	39,275
2012-2013	5.70%	5/1/2013	40,000	2,280	42,280
Total issued			<u>\$ 275,000</u>	<u>\$ 84,645</u>	<u>\$ 359,645</u>
Recap of bonds payable					
Water revenue bonds:					
Water System 1993			<u>\$ 275,000</u>		
Total unmatured bonds payable as above				<u>\$ 275,000</u>	

See accompanying notes to financial statements.

City of Milton-Freewater

Schedule of Bond and Interest Retirement Requirements (continued)

For the year ended
June 30, 2004

<u>Tax Year</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Principle Requirements</u>	<u>Interest Requirements</u>	<u>Total Requirements</u>
SEWER SYSTEM (Issued 5/1/93 - Interest payable May and November.)					
2004-2005	5.70%	5/1/2005	\$ 15,000	\$ 10,545	\$ 25,545
2005-2006	5.70%	5/1/2006	15,000	9,690	24,690
2006-2007	5.70%	5/1/2007	20,000	8,835	28,835
2007-2008	5.70%	5/1/2008	20,000	7,695	27,695
2008-2009	5.70%	5/1/2009	20,000	6,555	26,555
2009-2010	5.70%	5/1/2010	20,000	5,415	25,415
2010-2011	5.70%	5/1/2011	25,000	4,275	29,275
2011-2012	5.70%	5/1/2012	25,000	2,850	27,850
2012-2013	5.70%	5/1/2013	25,000	1,425	26,425
Total issued			<u>\$ 185,000</u>	<u>\$ 57,285</u>	<u>\$ 242,285</u>
Recap of bonds payable					
Water revenue bonds:					
Water System 1993			<u>\$ 185,000</u>		
Total unmatured bonds payable as above				<u>\$ 185,000</u>	

City of Milton-Freewater

For the year ended
June 30, 2004

Schedule of Bond Transactions

BOND DESCRIPTIONS:

	Annual Future Maturities	Date of Issue	Interest Rates	Interest Dates	Original Issue
General Obligation:					
Fire Equipment	\$ 10,000	10/1/1989	6.25% to 7.25%	A & O	\$ 193,000
Aquatic Center	1,095,000	8/1/1995	5.00% to 5.90%	F & A	1,500,000
Revenue:					
Water	275,000	5/1/1993	3.25% to 5.70%	M & N	480,000
Sewer	<u>185,000</u>	5/1/1993	3.25% to 5.70%	M & N	<u>320,000</u>
Total Bonds	<u>\$1,565,000</u>				<u>\$2,493,000</u>

CURRENT TRANSACTIONS:

	Bonds Outstanding 6/30/2003	Bonds Retired 2003-04	Bonds Outstanding 6/30/2004
General obligation:			
Fire equipment	\$ 20,000	\$ 10,000	\$ 10,000
Aquatic Center	<u>1,155,000</u>	<u>60,000</u>	<u>1,095,000</u>
Total general obligation	<u>1,175,000</u>	<u>70,000</u>	<u>1,105,000</u>
Revenue:			
Water	300,000	25,000	275,000
Sewer	<u>200,000</u>	<u>15,000</u>	<u>185,000</u>
Total revenue	<u>500,000</u>	<u>40,000</u>	<u>460,000</u>
Total bonds	<u>\$1,675,000</u>	<u>\$ 110,000</u>	<u>\$1,565,000</u>

See accompanying notes to financial statements.